

PSC NO: 12 GAS

LEAF: 77

COMPANY: THE BROOKLYN UNION GAS COMPANY

REVISION: 6

INITIAL EFFECTIVE DATE: 09/01/14

SUPERSEDING REVISION: 4

STAMPS:

GENERAL INFORMATION – Continued

4. Average Fixed Cost Credits

- a) In advance of each Gas Cost Year, and updated during the year if appropriate, the Company will estimate Annual Fixed Cost Credits for the following categories:
 - 1) TC Fixed Cost Credits
Multiply annual forecasted SC 6 sales by 4.6 cents per therm,
 - 2) Electric Generator Revenues
Annual transportation revenues including Value Added Charges and Daily Balancing Service Demand Charges from electric generators taking non-core transportation service under SC 18 and 20
 - 3) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits
Annual Swing Service Demand Charge Credits from ESCOs serving Monthly Balanced SC 18 transportation customers and Annual Daily Balancing Service Demand Charge Credits from ESCOs serving Daily Balanced SC 18 transportation customers.
 - 4) Off-system Revenue Credits
Determined in accordance with Rule 33.A.
- b) The categories of Annual Fixed Cost Credits determined in Rule 33.B.4.a above will be allocated as follows:
 - 1) SC 1, 2, 3, 4A, 4A-CNG and 4B and 21 Sales Customers
Will receive: 1) TC Fixed Cost Credits, 2) Electric Generator Revenues, 3) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits and 4) Off-System Revenue Credits proportionate to each customer group's Average Fixed Cost of Gas determined in accordance with Rule 33.B.3.c.
 - 2) ESCOs Participating in the Company's Mandatory Capacity Program pursuant to SC 19
Will receive: 1) TC Fixed Cost Credits, 2) Electric Generator Revenues, and 3) Non-Core Swing Service and Daily Balancing Service Demand Charge Credits proportionate to their Average Fixed Cost of Gas determined in accordance with Rule 33.B.3.c.

Issued by: Kenneth D. Daly, President, Brooklyn NY